

Premuda Group Consolidated Balance Sheet (thousands of Euro)

ASSETS	<u>at 31.12.2006</u>	<u>at 31.12.2005</u>
Fixed Assets		
Tangible fixed assets	318,689	267,491
Vessels	293,874	246,223
Vessels under construction	23,402	19,794
Land and buildings	900	954
Other fixed assets	513	520
Participations	6,010	5,815
Associated companies	6,006	5,811
Other companies	4	4
Other financial assets	69	12,435
Loans	-	12,378
Other investments	69	57
Anticipated taxation	<u>-</u>	<u>230</u>
Total Fixed Assets	324,768	285,971
Current Assets		
Inventories	4,356	2,762
Consumables	2,739	2,188
Voyages in progress	1,617	574
Receivables	26,064	20,175
Clients	11,961	10,411
Prepayments	3,886	4,617
Other receivables	10,217	5,147
Financial current assets	181	-
Cash and cash equivalent	<u>40,927</u>	<u>28,495</u>
Total Current Assets	71,528	51,432
TOTAL ASSETS	<u>396,296</u>	<u>337,403</u>

LIABILITIES AND SHAREHOLDERS' EQUITY	<u>at 31.12.2006</u>	<u>at 31.12.2005</u>
<i>Shareholder's Equity</i>		
Share capital	70,418	70,418
Reserve for premium on issued shares	-	-
Legal reserve	14,084	14,084
Other reserves	16,445	16,445
Retained profit	60,153	40,969
Profit for the year	<u>24,108</u>	<u>25,376</u>
Group's Equity	185,208	167,292
Minority interest:		
Capital and reserves	2,029	7,062
Profit for the year	<u>3,885</u>	<u>2,132</u>
Total Shareholder's Equity	<u>191,122</u>	<u>176,486</u>
<i>Long-Term Liabilities</i>		
Bank loans	147,173	108,712
Provisions	1,113	681
Provisions for staff leaves	1,460	1,555
Deferred taxation	-	-
Total Long-Term Liabilities	<u>149,746</u>	<u>110,948</u>
<i>Current Liabilities</i>		
Bank loans	23,334	25,289
Derivatives	-	841
Suppliers	16,310	10,353
Corporate tax	691	630
Accruals	7,777	7,267
Other debts	<u>7,316</u>	<u>5,589</u>
Total Current Liabilities	55,428	49,969
Total Liabilities	<u>205,174</u>	<u>160,917</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>396,296</u>	<u>337,403</u>

Premuda Group
Consolidated Income Statement
(thousands of Euro)

	<u>year 2006</u>	<u>year 2005</u>
Net revenues	142,427	150,958
Voyage costs	<u>(9,803)</u>	<u>(6,160)</u>
Time Charter revenues	132,624	144,798
Charter hire	(29,470)	(33,646)
Running costs	<u>(43,533)</u>	<u>(39,431)</u>
Fleet margin	59,621	71,721
Profit on vessel sale	14,601	8,564
Administrative expenses	(15,758)	(16,109)
Other income/(costs)	(16)	689
Depreciation	<u>(24,136)</u>	<u>(29,299)</u>
Operating profit	34,312	35,566
Financial items	(5,905)	(8,517)
Profit/(loss) from associated companies	<u>551</u>	<u>2,666</u>
Profit before tax	28,958	29,715
Tax on profit	<u>(965)</u>	<u>(2,207)</u>
Net profit	27,993	27,508
Minority interest	<u>3,885</u>	<u>2,132</u>
Group's net profit	<u>24,108</u>	<u>25,376</u>

Premuda Group Cash Flow Statement (thousands of Euro)

	<u>year 2006</u>	<u>year 2005</u>
A) NET CASH POSITION AT YEAR START	<u>3,206</u>	<u>(1,088)</u>
B) CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the year	27,993	27,508
Depreciation	24,136	29,299
Net change in other provisions	432	(1,398)
(Profit) / loss on assets disposal	(14,599)	(8,564)
(Profit) / impairment of associated companies	(551)	(2,666)
Net change in Staff's leave provision	(95)	(68)
Subtotal: Cash flow from operating activities before working capital changes	<u>37,316</u>	<u>44,111</u>
Change in receivables	(6,070)	7,841
Change in inventories	(1,595)	676
Change in suppliers and other current liabilities	7,415	2,190
Net change in deferred taxation	230	1,365
Total cash flow from operating activities	<u>37,296</u>	<u>56,183</u>
C) CASH FLOW FROM INVESTING ACTIVITIES		
Investments in assets:		
- tangible	(115,322)	(33,512)
- financial	356	(1,250)
Sale of tangible fixed assets	54,587	50,673
Sale of financial fixed assets	-	1,316
Total cash flow from investing activities	<u>(60,379)</u>	<u>17,227</u>
D) CASH FLOW FROM FINANCING ACTIVITIES		
New loans	69,796	-
Repayments of bank loan	(31,335)	(45,867)
Net change in financial fixed assets	12,366	(8,196)
Dividends	(8,451)	(8,048)
Change in minority interest	(7,165)	(6,205)
Other changes	2,259	(800)
Total cash flow from financing activities	<u>37,470</u>	<u>(69,116)</u>
E) CASH FLOW OF THE PERIOD (B + C + D)	<u>14,387</u>	<u>4,294</u>
F) NET CASH POSITION AT THE END OF THE YEAR (A + E)	<u>17,593</u>	<u>3,206</u>